

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION OF THE)	
APPLICATION OF THE FUEL)	
ADJUSTMENT CLAUSE OF KENTUCKY)	CASE NO.
POWER COMPANY FROM NOVEMBER)	2009-00285
1, 2008 THROUGH APRIL 30, 2009)	

O R D E R

Pursuant to 807 KAR 5:056, the Commission, on August 20, 2009, established this case to review and evaluate the operation of the Fuel Adjustment Clause ("FAC") of Kentucky Power Company ("Kentucky Power") for the six-month period ending April 30, 2009. As part of this review, Kentucky Power submitted certain information, pursuant to Commission Order, concerning its compliance with 807 KAR 5:056. The Commission held a public hearing on this matter on October 13, 2009. On October 16, 2009, Kentucky Power filed its response to a post-hearing data request.

The Commission has previously established Kentucky Power's base fuel cost at 28.40 mills per kWh.¹ A review of Kentucky Power's monthly fuel clause filings shows that the actual fuel cost incurred for the six-month period under review ranged from a low of 25.38 mills in January 2009 to a high of 33.16 mills in November 2008, with a six-month average of 28.74 mills.

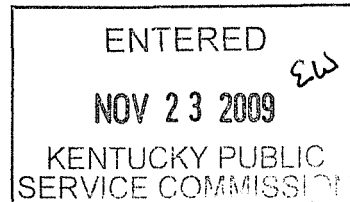
¹ Case No. 2008-00518, An Examination of the Application of the Fuel Adjustment Clause of Kentucky Power Company from November 1, 2006 to October 31, 2008 (Ky. PSC May 27, 2009).

The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds no evidence of improper calculation or application of Kentucky Power's FAC charges or improper fuel procurement practices.

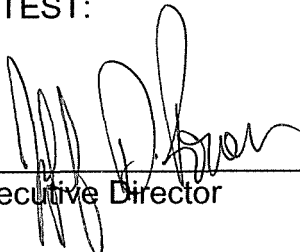
IT IS THEREFORE ORDERED that the charges and credits billed by Kentucky Power through its FAC for the period November 1, 2008 through April 30, 2009 are approved.

By the Commission

Commissioner Borders Abstains.



ATTEST:



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